GOVERNMENT OF INDIA
STEEL
LOK SABHA

UNSTARRED QUESTION NO:2391
ANSWERED ON:13.03.2001
LOSSES IN RASHTRIYA ISPAT NIGAM LIMITED
SATYAVRAT CHATURVEDI;SUNDER LAL TIWARI

Will the Minister of STEEL be pleased to state:

(a) whether the Rashtriya Ispat Nigam Limited has been suffering losses constantly during each of the last three years and the amount of loss;

(b) if so, the details thereof and the reasons therefor;

(c) whether the Government propose to allow the employees of RINL to run it on cooperative basis;

(d) if so, the details thereof; and

(e) if not, the reasons therefor?

Answer

MINISTER OF STATE FOR STEEL (SHRI BRAJA KISHORE TRIPATHY)

(a)&(b): The losses suffered by Rashtriya Ispat Nigam Ltd. during the last three years are as under:

Year	Rs. in crores.
1997-98	176.73
1998-99	457.00
1999-2000	561.00

The losses are mainly due to the high capital related charges pertaining to interest and depreciation, which the company had to bear right from its inception, the recent slowdown in the steel market, and low prices in the export markets.

(c)to(e): There is no such proposal.